

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE NOTICE OF PURCHASED GAS            )  
ADJUSTMENT FILING OF LOUISVILLE    )  
GAS AND ELECTRIC COMPANY            )     CASE NO. 2000-080-G

ORDER

On September 27, 2000, in Case No. 2000-080, the Commission approved rates for Louisville Gas and Electric Company ("LG&E") and provided for their further adjustment in accordance with LG&E's gas supply clause ("GSC").

On June 29, 2001, LG&E filed its GSC to be effective August 1, 2001.

After reviewing the record in this case and being otherwise sufficiently advised, the Commission finds that:

1. LG&E's notice includes revised rates designed to pass on to its customers its expected decrease in wholesale gas costs. LG&E's expected gas supply cost is 46.817 cents per 100 cubic feet, or \$4.6817 per Mcf, which is 44.91 cents per Mcf less than the previous expected gas supply cost of \$5.1308.
2. LG&E's notice sets out no current supplier refunds.
3. LG&E's notice sets out a current actual adjustment ("AA") of (30.90) cents per Mcf. The total AA of 75.49 cents per Mcf reflects under- and over-collections from prior periods.
4. LG&E's notice sets out a current Balance Adjustment ("BA") of (1.51) cent per Mcf, which reflects under-collections remaining from previous AA and BA calculations.

5. LG&E's notice sets out its Performance-Based Rate Recovery Component ("PBRRC") of 8.10 cents per Mcf, which is designed to collect LG&E's portion of PBR savings from the 12 months ended October 31, 2000.

6. LG&E's gas supply cost component is 55.025 cents per 100 cubic feet or \$5.5025 per Mcf, which is 88.31 cents per Mcf less than the prior gas supply cost component of \$6.3856 per Mcf.

7. The rate in the Appendix to this Order is fair, just, and reasonable, in the public interest, and should be approved for gas supplied by LG&E on and after August 1, 2001.

IT IS THEREFORE ORDERED that:

1. The rate in the Appendix to this Order is approved for gas supplied on and after August 1, 2001.

2. Within 20 days of the date of this Order, LG&E shall file with this Commission its revised tariffs setting out the rate authorized herein.

Done at Frankfort, Kentucky, this 25<sup>th</sup> day of July, 2001.

By the Commission

ATTEST:

  
Executive Director

## APPENDIX

### APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2000-080-G DATED JULY 25, 2001

The following rates and charges are prescribed for the customers served by Louisville Gas and Electric Company. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

#### Gas Supply Cost Component

The total Gas Supply Cost Component shall be 55.025 cents per 100 cubic feet during the period covered by the bill.